

**LEWIS COUNTY, WASHINGTON**  
**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**(AND STATE/LOCAL FINANCIAL ASSISTANCE)**  
***For The Year Ended December 31, 2006***

**NOTE 1 - BASIS OF ACCOUNTING**

The Schedule of Expenditures of Federal Awards and the Schedule of State and Local Financial Assistance are prepared on the same basis of accounting as the county's financial statements. The county uses accrual basis of accounting for all funds except governmental funds, which use the modified accrual basis of accounting.

**NOTE 2 - PROGRAM COSTS**

The amounts shown as current year expenditures represent only federal grant portions of the program costs. Entire program costs, including the county's portion, may be more than shown.

**NOTE 3 - REVOLVING LOAN - PROGRAM INCOME**

Note 3 was not applicable for year 2006.

**NOTE 4 - NOT AVAILABLE (N/A)**

The county was unable to obtain another identification number.

**NOTE 5 - NONCASH AWARDS - VACCINATIONS**

The amount of vaccine reported on the schedule is the value of vaccine distributed by the county during the year and priced as prescribed by the Washington Department of Health.

**NOTE 6 - NONCASH AWARDS - EQUIPMENT**

The county received equipment that was purchased with federal Homeland Security Funds by Thurston County. The amount reported on the schedule includes the value of the property on the date it was received by the county and priced by Thurston County.